GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4730
ANSWERED ON:25.04.2008
HOME LOANS
Deora Shri Milind Murli;Yerrannaidu Shri Kinjarapu

Will the Minister of FINANCE be pleased to state:

(a) whether the Government proposes to reduce the rate of interest on home loan;

(b) if so, the details thereof; and

(c) the time by which it is likely to be effected?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PA WAN KUMAR BANSAL)

(a) : No, Sir. With effect from October, 18, 1994, the Reserve Bank of India has deregulated the interest rates on advances above Rs. 2 lakh and these rates are determined by the banks themselves with the approval of their respective Boards.

(b) & (c): Do not arise.